



HEALTH QUARTERLY STATEMENT

AS OF JUNE 30, 2003
OF THE CONDITION AND AFFAIRS OF THE

John Deere Health Plan, Inc.

NAIC Group Code	0219 <small>(Current Period)</small>	0219 <small>(Prior Period)</small>	NAIC Company Code	95378	Employer's ID Number	36-3379945
Organized under the Laws of	Illinois			State of Domicile or Port of Entry	Illinois	
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health []		Property/Casualty []		Dental Service Corporation []	
	Vision Service Corporation []		Other []		Health Maintenance Organization [X]	
	Hospital, Medical & Dental Service or Indemnity []		Is HMO, Federally Qualified? Yes [] No [X]			
Incorporated	08/05/1985		Commenced Business	07/01/1985		
Statutory Home Office	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
Main Administrative Office	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1200 <small>(Area Code) (Telephone Number)</small>					
Mail Address	1300 River Drive <small>(Street and Number or P.O. Box)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
Primary Location of Books and Records	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1221 <small>(Area Code) (Telephone Number)</small>					
Internet Website Address	JohnDeereHealth.com					
Statutory Statement Contact	Joan G. Mincer <small>(Name)</small>			309-765-1221 <small>(Area Code) (Telephone Number) (Extension)</small>		
	MincerJoanG@JohnDeere.com <small>(E-mail Address)</small>			309-748-1146 <small>(FAX Number)</small>		
Policyowner Relations Contact	1300 River Drive <small>(Street and Number)</small>			Moline, IL 61265 <small>(City or Town, State and Zip Code)</small>		
	309-765-1200 <small>(Area Code) (Telephone Number) (Extension)</small>					

OFFICERS

President	Richard Lowell Bartsh M.D.	Secretary	Victoria Jane Graves
Treasurer	James Alan Cousins		

VICE PRESIDENTS

Charles Phillip Parsons	David Wayne Anderson	Bruce Chase Steffens M.D.
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DIRECTORS OR TRUSTEES

James Alan Cousins	Charles Phillip Parsons	Richard Lowell Bartsh M.D.
James Edward Hecker	William Kenneth Appelgate	John Willard Golden M.D.
Cathie Sue Whiteside	Bruce Chase Steffens M.D.	Victoria Kauzlarich
Jon Alan Chapman	Charlotte Hershberger Koenig M.D.	

State ofIllinois.....
County ofRock Island.....

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

Richard Lowell Bartsh M.D. President	Victoria Jane Graves Secretary	James Alan Cousins Treasurer
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Subscribed and sworn to before me this
7 day of August, 2003

Mary Ann Vickers
Executive Administrative Assitstan
09/27/03

STATEMENT AS OF JUNE 30, 2003 OF THE John Deere Health Plan, Inc.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	143,694,051		143,694,051	126,163,076
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	2,883,567		2,883,567	2,648,019
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances).....			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$0) and short -term investments (\$16,544,759)	16,544,759		16,544,759	36,963,870
6. Contract loans, (including \$premium notes)			0	
7. Other invested assets	0	0	0	0
8. Receivable for securities			0	0
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	163,122,378	0	163,122,378	165,774,965
11. Investment income due and accrued	1,391,851		1,391,851	1,486,928
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in the course of collection	19,257,558	2,218,078	17,039,480	6,281,673
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$earned but unbilled premiums).....			0	
12.3 Accrued retrospective premiums.....			0	
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers			0	0
13.2 Funds held by or deposited with reinsured companies			0	
13.3 Other amounts receivable under reinsurance contracts			0	
14. Amounts receivable relating to uninsured plans	2,498,659		2,498,659	5,559,432
15.1 Current federal and foreign income tax recoverable and interest thereon			0	0
15.2 Net deferred tax asset.....	1,385,770	1,385,770	0	0
16. Guaranty funds receivable or on deposit			0	
17. Electronic data processing equipment and software			0	0
18. Furniture and equipment, including health care delivery assets (\$)			0	0
19. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
20. Receivables from parent, subsidiaries and affiliates	300,474	300,474	0	0
21. Health care (\$358,678) and other amounts receivable.....	358,678	357,347	1,331	1,331
22. Other assets nonadmitted			0	0
23. Aggregate write-ins for other than invested assets	245,465	245,465	0	5,715,044
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	188,560,832	4,507,134	184,053,698	184,819,373
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
26. Total (Lines 24 and 25)	188,560,832	4,507,134	184,053,698	184,819,373
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. Other Accounts Receivable.....	40,699	40,699	0	5,715,044
2302. State Income Tax Receivable.....	204,766	204,766	0	0
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	245,465	245,465	0	5,715,044

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$0 reinsurance ceded)	.....90,653,676	.....6,774,460	.....97,428,136	.....82,425,277
2. Accrued medical incentive pool and bonus payments .....	.....3,059,708		.....3,059,708	.....3,088,875
3. Unpaid claims adjustment expenses .....			.....0	.....0
4. Aggregate health policy reserves .....			.....0	.....0
5. Aggregate life policy reserves .....			.....0	
6. Property/casualty unearned premium reserve .....			.....0	
7. Aggregate health claim reserves .....			.....0	.....0
8. Premiums received in advance .....	.....2,149,367		.....2,149,367	.....14,943,580
9. General expenses due or accrued .....	.....1,660,392		.....1,660,392	.....3,840,382
10.1 Current federal and foreign income tax payable and interest thereon (including \$0 on realized capital gains (losses)) .....	.....738,504		.....738,504	.....571,421
10.2 Net deferred tax liability.....			.....0	.....0
11. Ceded reinsurance premiums payable .....			.....0	
12. Amounts withheld or retained for the account of others .....			.....0	.....0
13. Remittances and items not allocated .....			.....0	
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current) .....			.....0	.....0
15. Amounts due to parent, subsidiaries and affiliates .....			.....0	.....273,522
16. Payable for securities .....	.....3,694,430		.....3,694,430	.....0
17. Funds held under reinsurance treaties with (\$ authorized reinsurers and \$unauthorized reinsurers) .....			.....0	.....0
18. Reinsurance in unauthorized companies .....			.....0	.....0
19. Net adjustments in assets and liabilities due to foreign exchange rates .....			.....0	.....0
20. Liability for amounts held under uninsured accident and health plans .....			.....0	.....0
21. Aggregate write-ins for other liabilities (including \$0 current) .....	.....330,833	.....0	.....330,833	.....126,433
22. Total liabilities (Lines 1 to 21).....	.....102,286,910	.....6,774,460	.....109,061,370	.....105,269,491
23. Common capital stock .....	.....XXX	.....XXX	.....611,000	.....611,000
24. Preferred capital stock .....	.....XXX	.....XXX		.....0
25. Gross paid in and contributed surplus .....	.....XXX	.....XXX	.....22,440,000	.....22,440,000
26. Surplus notes .....	.....XXX	.....XXX		.....0
27. Aggregate write-ins for other than special surplus funds .....	.....XXX	.....XXX	.....1,500,000	.....1,500,000
28. Unassigned funds (surplus) .....	.....XXX	.....XXX	.....50,441,328	.....54,998,883
29. Less treasury stock, at cost:				
29.1 .....shares common (value included in Line 23) \$ ..... ) .....	.....XXX	.....XXX		.....0
29.2 .....shares preferred (value included in Line 24) \$ ..... ) .....	.....XXX	.....XXX		.....0
30. Total capital and surplus (Lines 23 to 28 minus Line 29) .....	.....XXX	.....XXX	.....74,992,328	.....79,549,883
31. Total liabilities, capital and surplus (Lines 22 and 30)	.....XXX	.....XXX	.....184,053,698	.....184,819,373
DETAILS OF WRITE-INS				
2101. Payables From Cost Contracts.....	.....188,769		.....188,769	.....123,224
2102. Payable to CMS.....	.....349		.....349	.....3,209
2103. Other Accounts Payable.....	.....141,716		.....141,716	.....0
2198. Summary of remaining write-ins for Line 21 from overflow page .....	.....0	.....0	.....0	.....0
2199. Totals (Lines 2101 thru 2103 plus 2198) (Line 21 above)	.....330,833	.....0	.....330,833	.....126,433
2701. Reserve and Restricted Funds.....	.....XXX	.....XXX	.....1,500,000	.....1,500,000
2702. ....	.....XXX	.....XXX		
2703. ....	.....XXX	.....XXX		
2798. Summary of remaining write-ins for Line 27 from overflow page .....	.....XXX	.....XXX	.....0	.....0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	.....XXX	.....XXX	.....1,500,000	.....1,500,000

STATEMENT OF REVENUE AND EXPENSES

	Current Year to Date		Prior Year To Date
	1 Uncovered	2 Total	3 Total
1. Member Months.....	XXX	1,385,999	1,641,319
2. Net premium income (including .....0 non-health premium income).....	XXX	312,913,884	322,509,627
3. Change in unearned premium reserves and reserve for rate credits	XXX		0
4. Fee-for-service (net of \$ medical expenses)	XXX		0
5. Risk revenue	XXX		0
6. Aggregate write-ins for other health care related revenues	XXX	(7,944)	226,836
7. Aggregate write-ins for other non-health revenues	XXX	0	0
8. Total revenues (Lines 2 to 7)	XXX	312,905,940	322,736,463
Hospital and Medical:			
9. Hospital/medical benefits	15,226,358	225,738,395	229,051,732
10. Other professional services	689,136	6,621,159	8,237,095
11. Outside referrals			0
12. Emergency room and out-of-area	190,307	6,334,876	9,456,780
13. Prescription drugs		36,294,551	38,779,897
14. Aggregate write-ins for other hospital and medical.....	0	0	0
15. Incentive pool and withhold adjustments		(3,520,077)	(4,673,402)
16. Subtotal (Lines 9 to 15)	16,105,802	271,468,904	280,852,102
Less:			
17. Net reinsurance recoveries		39,055	52,484
18. Total hospital and medical (Lines 16 minus 17)	16,105,802	271,429,849	280,799,617
19. Non-health claims			
20. Claims adjustment expenses		5,923,806	6,984,404
21. General administrative expenses.....		36,497,643	36,613,910
22. Increase in reserves for life and accident and health contracts including \$ increase in reserves for life only).....			0
23. Total underwriting deductions (Lines 18 through 22)	16,105,802	313,851,298	324,397,931
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	(945,358)	(1,661,468)
25. Net investment income earned		3,643,238	4,433,581
26. Net realized capital gains or (losses)		255,746	(650,845)
27. Net investment gains or (losses) (Lines 25 plus 26)	0	3,898,984	3,782,736
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			0
29. Aggregate write-ins for other income or expenses	0	(14,688)	(14,578)
30. Net income or (loss) before federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	2,938,938	2,106,691
31. Federal and foreign income taxes incurred	XXX	989,976	1,188,516
32. Net income (loss) (Lines 30 minus 31)	XXX	1,948,962	918,175
DETAILS OF WRITE-INS			
0601. Audit Recoveries.....	XXX	(7,944)	226,836
0602.	XXX		
0603.	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	XXX	(7,944)	226,836
0701.	XXX		
0702.	XXX		
0703.	XXX		
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0
0799. Totals (Lines 0701 thru 0703 plus 0798) (Line 7 above)	XXX	0	0
1401.			
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	0	0	0
2901. Massachusetts Uncompensated Care Surcharge.....		(30)	(31)
2902. Other Income (Loss).....		(14,658)	(14,547)
2903.			
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	0	(14,688)	(14,578)

CAPITAL AND SURPLUS ACCOUNT

	1 Current Year to Date	2 Prior Year
CAPITAL AND SURPLUS ACCOUNT:		
33. Capital and surplus prior reporting period	79,549,883	74,293,510
GAINS AND LOSSES TO CAPITAL & SURPLUS:		
34. Net income or (loss) from Line 32	1,948,962	6,495,598
35. Change in valuation basis of aggregate policy and claim reserves		0
36. Net unrealized capital gains and losses	153,106	(716,707)
37. Change in net unrealized foreign exchange capital gain or (loss)		0
38. Change in net deferred income tax		0
39. Change in nonadmitted assets	(521,342)	224,329
40. Change in unauthorized reinsurance	0	0
41. Change in treasury stock		0
42. Change in surplus notes	0	0
43. Cumulative effect of changes in accounting principles		0
44. Capital Changes:		
44.1 Paid in		0
44.2 Transferred from surplus (Stock Dividend)		0
44.3 Transferred to surplus		0
45. Surplus adjustments:		
45.1 Paid in		0
45.2 Transferred to capital (Stock Dividend)	0	0
45.3 Transferred from capital		0
46. Dividends to stockholders	(6,400,000)	0
47. Aggregate write-ins for gains or (losses) in surplus	261,718	(746,847)
48. Net change in capital & surplus (Lines 34 to 47)	(4,557,555)	5,256,374
49. Capital and surplus end of reporting period (Line 33 plus 48)	74,992,328	79,549,883
DETAILS OF WRITE-INS		
4701. Change in Non-Admitted assets Affecting Net Income.....	506,653	(2,092,385)
4702. Change in Accrual affecting Net Income.....	(758,148)	1,858,751
4703. Change in GAAP vs Statutory Value of Short Term Investments.....	513,213	(513,213)
4798. Summary of remaining write-ins for Line 47 from overflow page	0	0
4799. Totals (Lines 4701 thru 4703 plus 4798) (Line 47 above)	261,718	(746,847)

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	289,254,604	590,092,142
2. Net investment income	4,036,791	9,068,198
3. Miscellaneous income	(22,632)	265,236
4. Total (Lines 1 to 3)	293,268,763	599,425,576
5. Benefits and loss related payments	256,621,204	520,256,213
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions	44,601,439	79,642,928
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) \$ net tax on capital gains (losses)	822,893	6,937,108
10. Total (Lines 5 through 9)	302,045,536	606,836,249
11. Net cash from operations (Line 4 minus Line 10)	(8,776,773)	(7,410,673)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	28,119,022	40,936,830
12.2 Stocks .....	.0	6,977,899
12.3 Mortgage loans .....	.0	.0
12.4 Real estate .....	.0	.0
12.5 Other invested assets .....	.0	.0
12.6 Net gains or (losses) on cash and short-term investments .....	.0	.0
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	28,119,022	47,914,729
13. Cost of investments acquired (long-term only):		
13.1 Bonds	45,437,358	30,842,623
13.2 Stocks .....	.0	.0
13.3 Mortgage loans .....	.0	.0
13.4 Real estate .....	.0	.0
13.5 Other invested assets .....	.0	.0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	45,437,358	30,842,623
14. Net increase (or decrease) in policy loans and premium notes .....	.0	
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(17,318,336)	17,072,106
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	.0	
16.2 Capital and paid in surplus, less treasury stock.....	.0	
16.3 Borrowed funds received.....	.0	.0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders	6,400,000	.0
16.6 Other cash provided (applied).....	12,075,998	(613,142)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	5,675,998	(613,142)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17)	(20,419,111)	9,048,291
19. Cash and short-term investments:		
19.1 Beginning of period	36,963,870	27,915,579
19.2 End of period (Line 18 plus Line 19.1).....	16,544,759	36,963,870

STATEMENT AS OF JUNE 30, 2003 OF THE John Deere Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
		2	3										
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:													
1. Prior Year	206,584	0	153,348	0	0	0	0	19,498	33,738				0
2 First Quarter	230,635	0	176,029	0	0	0	0	20,221	34,385	0	0	0	0
3 Second Quarter	236,421		179,833					21,093	35,495				
4. Third Quarter	0												
5. Current Year	0												
6 Current Year Member Months	1,385,999		1,055,945					122,354	207,700				
Total Member Ambulatory Encounters for Period:													
7. Physician	664,489		438,069					128,986	97,434				
8. Non-Physician	130,336		98,784					13,114	18,438				
9. Total	794,825	0	536,853	0	0	0	0	142,100	115,872	0	0	0	0
10. Hospital Patient Days Incurred	56,672		25,033					20,903	10,736				
11. Number of Inpatient Admissions	12,349		6,122					3,170	3,057				
12. Health Premiums Collected	289,808,574		188,286,178				4,111,339	59,394,123	28,655,357				9,361,577
13. Life Premiums Direct	0												
14. Property/Casualty Premiums Written	0												
15. Health Premiums Earned	313,360,594		209,725,914				4,764,343	60,853,403	28,655,357				9,361,577
16. Property/Casualty Premiums Earned	0												
17. Amount Paid for Provision of Health Care Services	256,466,046		167,763,126				3,682,014	49,575,994	28,004,892				7,440,020
18. Amount Incurred for Provision of Health Care Services	271,468,902		179,257,792				4,257,654	52,437,788	27,675,102				7,840,566

CLAIMS PAYABLE (Reported and Unreported)

[illegible]

UNDERWRITING AND INVESTMENT EXHIBIT
ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec. 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital & medical)	32,850,923	132,634,853	19,990,111	75,138,025	52,841,034	49,829,065
2. Medicare Supplement .....					.0	.0
3. Dental Only .....					.0	.0
4. Vision Only .....					.0	.0
5. Federal Employees Health Benefits Plan Premiums	1,040,974	3,143,955	483,000	1,817,000	1,523,974	1,204,000
6. Title XVIII - Medicare	14,031,274	37,557,069			14,031,274	16,471,309
7. Title XIX - Medicaid	10,244,731	17,769,761			10,244,731	14,920,900
8. Other Health .....					.0	.0
9. Health Subtotal (Lines 1 to 8).....	58,167,902	191,105,638	20,473,111	76,955,025	78,641,013	82,425,274
10. Other non-health .....					.0	
11. Medical incentive pools, accruals and disbursements	10,702,693	(3,520,077)		3,059,708	10,702,693	3,088,875
12. Totals	68,870,595	187,585,561	20,473,111	80,014,733	89,343,706	85,514,149

NOTES TO FINANCIAL STATEMENTS

17c. Wash Sales

The plan did not engage in wash sales.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted.)

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements?

Yes ☐ No ☒
- 1.2

If yes, explain:
- 2.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☒ No ☐
- 2.2

If yes, has the report been filed with the domiciliary state?

Yes ☒ No ☐
- 3.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☒ No ☐
- 3.2

If yes, date of change:

04/10/2003

If not previously filed, furnish herewith a certified copy of the instrument as amended.
4.

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☒ No ☐

If yes, attach an explanation.
- 5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 5.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

6.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ NA ☐

If yes, attach an explanation.
- 7.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

06/30/1998
- 7.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

06/30/1998
- 7.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

06/30/1998
- 7.4

By what department or departments?

Illinois Department of Insurance
- 8.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes ☐ No ☒
- 8.2

If yes, give full information:
- 9.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 9.2

If response to 9.1 is yes, please identify the name of the bank holding company.
- 9.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 9.4

If response to 9.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted.)

INVESTMENT

10.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [] No [X]

10.2 If yes, explain:
.....

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

11.2 If yes, give full and complete information relating thereto:
.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:\$0

13. Amount of real estate and mortgages held in short-term investments:\$0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [] No [X]

14.2 If yes, please complete the following:

		1 Prior Year-End Statement Value	2 Current Quarter Statement Value
14.21	Bonds	\$	\$
14.22	Preferred Stock	\$	\$
14.23	Common Stock	\$	\$
14.24	Short-term Investments	\$	\$
14.25	Mortgages, Loans or Real Estate	\$	\$
14.26	All Other	\$	\$
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$0
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$
14.29	Receivable from Parent not included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

16. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 - General, Section IV.H - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [] No [X]

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address

16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
Mellon Bank.....	Pittsburgh, PA.....	The custodial agreement will be updated and amended to include a statement regarding notification of termination to state commissioner, reporting on internal controls, and language about adequate insurance coverage.....

16.3 Have there been any changes, including name changes in the custodian(s) identified in 16.1 during the current quarter? Yes [] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
N/A.....		

SCHEDULE A - VERIFICATION

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	NONE	
2. Increase (decrease) by adjustment		
3. Cost of acquired		
4. Cost of additions to and permanent improvements		
5. Total profit (loss) on sales		
6. Increase (decrease) by foreign exchange adjustment		
7. Amount received on sales		
8. Book/adjusted carrying value at end of current period		
9. Total valuation allowance		
10. Subtotal (Lines 8 plus 9)		
11. Total nonadmitted amounts		
12. Statement value, current period (Page 2, real estate lines, current period)		

SCHEDULE B – VERIFICATION

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	NONE	
2. Amount loaned during period:		
2.1. Actual cost at time of acquisitions		
2.2. Additional investment made after acquisitions		
3. Accrual of discount and mortgage interest points and commitment fees		
4. Increase (decrease) by adjustment		
5. Total profit (loss) on sale		
6. Amounts paid on account or in full during the period		
7. Amortization of premium		
8. Increase (decrease) by foreign exchange adjustment		
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period		
10. Total valuation allowance		
11. Subtotal (Lines 9 plus 10)		
12. Total nonadmitted amounts		
13. Statement value of mortgages owned at end of current period		

SCHEDULE BA – VERIFICATION

Other Invested Assets Included in Schedule BA

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	NONE	
2. Cost of acquisitions during period:		
2.1. Actual cost at time of acquisitions		
2.2. Additional investment made after acquisitions		
3. Accrual of discount		
4. Increase (decrease) by adjustment		
5. Total profit (loss) on sale		
6. Amounts paid on account or in full during the period		
7. Amortization of premium		
8. Increase (decrease) by foreign exchange adjustment		
9. Book/adjusted carrying value of long-term invested assets at end of current period		
10. Total valuation allowance		
11. Subtotal (Lines 9 plus 10)		
12. Total nonadmitted amounts		
13. Statement value of long-term invested assets at end of current period		

SCHEDULE D - VERIFICATION

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	128,811,094	146,679,608
2. Cost of bonds and stocks acquired	45,437,358	30,842,623
3. Accrual of discount	194,310	431,569
4. Increase (decrease) by adjustment	180,126	(1,102,627)
5. Increase (decrease) by foreign exchange adjustment		0
6. Total profit (loss) on disposal	255,746	1,109,916
7. Consideration for bonds and stocks disposed of	28,119,022	47,914,729
8. Amortization of premium	181,995	1,235,266
9. Book/adjusted carrying value, current period	146,577,617	128,811,094
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	146,577,617	128,811,094
12. Total nonadmitted amounts		0
13. Statement value (Lines 11 minus 12)	146,577,617	128,811,094

STATEMENT AS OF JUNE 30, 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1	147,311,011	41,039,803	32,960,913	5,192	147,311,011	155,395,092	.0	157,573,024
2. Class 2	5,910,418	.0	2,000,000	(1,499)	5,910,418	3,908,919	.0	5,081,551
3. Class 3	934,800	.0	.0	(934,800)	934,800	.0	.0	985,584
4. Class 4 .....	.0	.0	.0	934,800	.0	934,800	.0	.0
5. Class 5 .....	.0	.0	.0	.0	.0	.0	.0	.0
6. Class 6	0	0	0	0	0	0	0	0
7. Total Bonds	154,156,229	41,039,803	34,960,913	3,693	154,156,229	160,238,811	0	163,640,159
PREFERRED STOCK								
8. Class 1 .....	.0	.0	.0	.0	.0	.0	.0	.0
9. Class 2 .....	.0	.0	.0	.0	.0	.0	.0	.0
10. Class 3 .....	.0	.0	.0	.0	.0	.0	.0	.0
11. Class 4 .....	.0	.0	.0	.0	.0	.0	.0	.0
12. Class 5 .....	.0	.0	.0	.0	.0	.0	.0	.0
13. Class 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	154,156,229	41,039,803	34,960,913	3,693	154,156,229	160,238,811	0	163,640,159

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Amount of Interest Received Current Quarter	Paid for Accrued Interest
8099999 Totals	16,544,759	XXX	16,544,759	13,702	

SCHEDULE DA - PART 2- Verification

Short-Term Investments Owned		
	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	37,477,083	27,915,579
2. Cost of short-term investments acquired	36,025,240	82,538,417
3. Increase (decrease) by adjustment		0
4. Increase (decrease) by foreign exchange adjustment		0
5. Total profit (loss) on disposal of short-term investments		0
6. Consideration received on disposal of short-term investments	56,957,564	72,976,913
7. Book/adjusted carrying value, current period	16,544,759	37,477,083
8. Total valuation allowance		0
9. Subtotal (Lines 7 plus 8)	16,544,759	37,477,083
10. Total nonadmitted amounts		513,213
11. Statement value (Lines 9 minus 10)	16,544,759	36,963,870
12. Income collected during period	133,211	259,191
13. Income earned during period	133,211	259,191

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule S

NONE

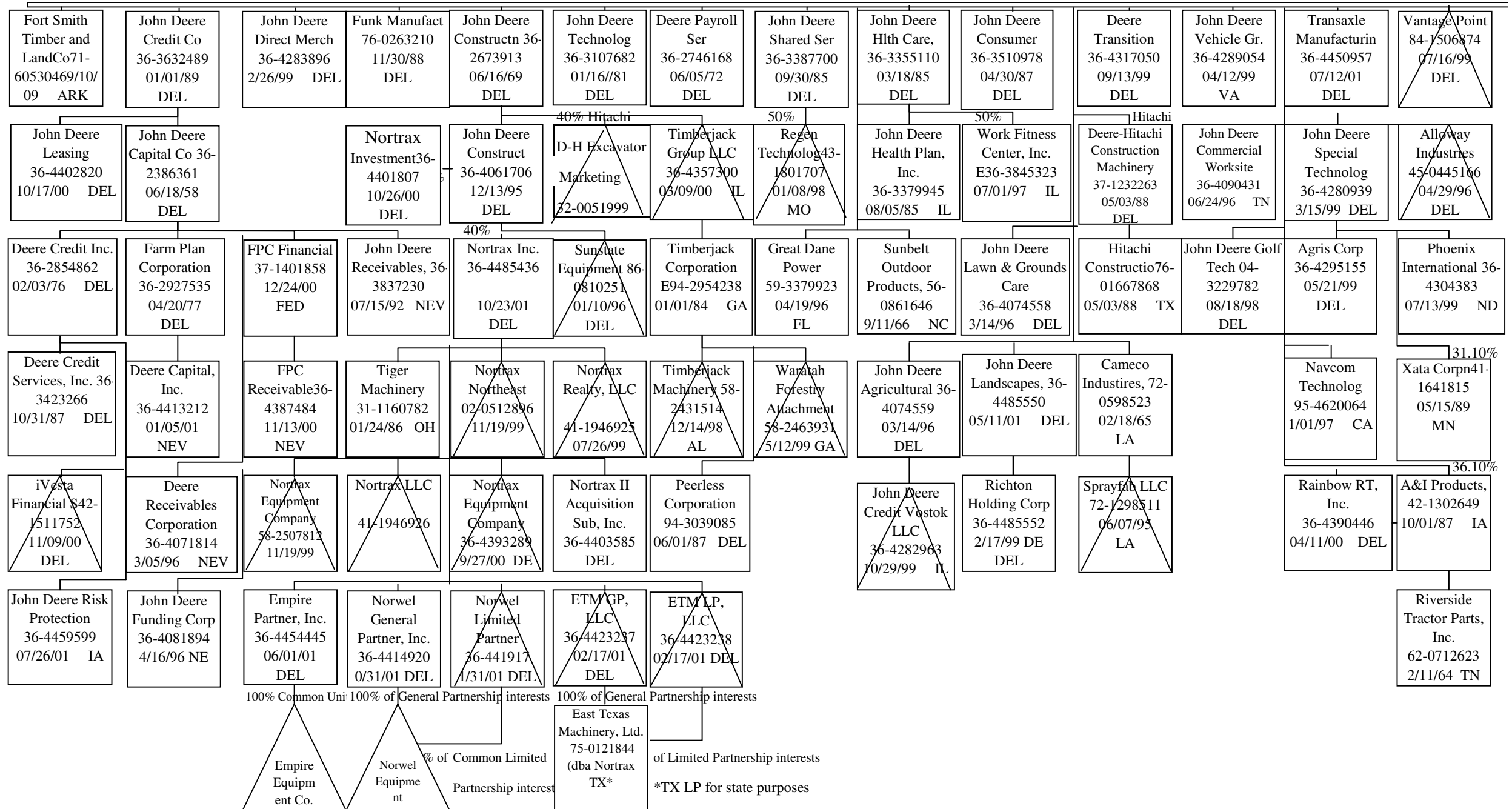
SCHEDULE T PREMIUMS AND OTHER CONSIDERATIONS

Allocated by States and Territories

	1	2	Direct Business Only Year-to-Date					
			3	4	5	6	7	8
States, Etc.	Guaranty Fund (Yes or No)	Is Insurer Licensed? (Yes or No)	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefit Program Premiums	Life and Annuity Premiums and Deposit-Type Contract Funds	Property/Casualty Premiums
1. Alabama	AL	No						
2. Alaska	AK	No						
3. Arizona	AZ	No						
4. Arkansas	AR	No						
5. California	CA	No						
6. Colorado	CO	No						
7. Connecticut	CT	No						
8. Delaware	DE	No						
9. District of Columbia	DC	No						
10. Florida	FL	No						
11. Georgia	GA	No						
12. Hawaii	HI	No						
13. Idaho	ID	No						
14. Illinois	IL	Yes	42,241,426	6,974				
15. Indiana	IN	No						
16. Iowa	IA	No	96,486,090	1,117,113	28,655,357	4,764,343		
17. Kansas	KS	No						
18. Kentucky	KY	No						
19. Louisiana	LA	No						
20. Maine	ME	No						
21. Maryland	MD	No						
22. Massachusetts	MA	No						
23. Michigan	MI	No						
24. Minnesota	MN	No						
25. Mississippi	MS	No						
26. Missouri	MO	No						
27. Montana	MT	No						
28. Nebraska	NE	No						
29. Nevada	NV	No						
30. New Hampshire	NH	No						
31. New Jersey	NJ	No						
32. New Mexico	NM	No						
33. New York	NY	No						
34. North Carolina	NC	No						
35. North Dakota	ND	No						
36. Ohio	OH	No						
37. Oklahoma	OK	No						
38. Oregon	OR	No						
39. Pennsylvania	PA	No						
40. Rhode Island	RI	No						
41. South Carolina	SC	No						
42. South Dakota	SD	No						
43. Tennessee	TN	No	68,691,360	50,393,069				
44. Texas	TX	No						
45. Utah	UT	No						
46. Vermont	VT	No						
47. Virginia	VA	No	11,668,615	9,336,247				
48. Washington	WA	No						
49. West Virginia	WV	No						
50. Wisconsin	WI	No						
51. Wyoming	WY	No						
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Canada	CN							
57. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
58. Total (Direct Business)	XXX	(a) 4	219,087,491	60,853,403	28,655,357	4,764,343	0	0
DETAILS OF WRITE-INS								
5701.								
5702.								
5703.								
5798. Summary of remaining write-ins for Line 57 from overflow page			0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)			0	0	0	0	0	0

(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing on "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory question.

RESPONSE

1. Will the SVO Compliance Certification be filed with this statement?

.....Yes.....

Explanation:

Bar Code:

OVERFLOW PAGE FOR WRITE-INS

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

STATEMENT AS OF JUNE 30, 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation ^(a)
BONDS								
US Governments								
United States								
3128X1-JY-4.....	Freddie Mac US\$ Cost = 1,000,000 4.600% 06/05/18.....	06/18/2003.....	Legg Mason.....		1,000,000	1,000,000	1,789	1
3136F3-AJ-5.....	Fannie Mae US\$ Cost = 998,750 5.000% 02/27/13.....	04/03/2003.....	NBC Capital Markets Group.....		998,750	1,000,000	6,806	1
Total United States					1,998,750	2,000,000	8,594	XXX
0399999 - Total - Bonds - U.S. Government					1,998,750	2,000,000	8,594	XXX
Special Revenue & Assessment								
United States								
31393B-J5-5.....	FNMA 2003-35 TD US\$ Cost = 1,047,188 5.000% 12/25/16.....	06/19/2003.....	Salomon Smith Barney (Bonds).....		1,047,188	1,000,000	2,500	1PE
31393F-SX-5.....	FHLMC 2534 HB US\$ Cost = 1,024,531 5.000% 10/15/16.....	04/30/2003.....	NBC Capital Markets Group.....		1,024,531	1,000,000	556	1PE
31393P-LN-2.....	FHLMC 2602 WB US\$ Cost = 1,031,875 5.000% 09/15/16.....	04/29/2003.....	Wells Fargo (Bonds).....		1,031,875	1,000,000	139	1PE
78442F-AQ-1.....	SLMA Corp. US\$ Cost = 1,049,330 5.000% 04/15/15.....	05/22/2003.....	Legg Mason.....		1,049,330	1,000,000	5,972	1PE
Total United States					4,152,924	4,000,000	9,167	XXX
3199999 - Total - Bonds - Special Revenue					4,152,924	4,000,000	9,167	XXX
Industrial & Miscellaneous								
United States								
060505-AG-9.....	BankAmerica Corporation/New US\$ Cost = 1,193,420 7.400% 01/15/11.....	04/04/2003.....	Salomon Smith Barney (Bonds).....		1,193,420	1,000,000	17,267	1
071813-AT-6.....	Baxter International US\$ Cost = 963,950 4.625% 03/15/15.....	04/07/2003.....	Legg Mason.....		963,950	1,000,000	3,854	1PE
075887-AS-8.....	Becton Dickinson and Co. US\$ Cost = 1,003,810 4.550% 04/15/13.....	04/09/2003.....	Legg Mason.....		1,003,810	1,000,000	632	1PE
172967-BP-5.....	Citigroup Inc. US\$ Cost = 1,074,980 5.625% 08/27/12.....	04/04/2003.....	Salomon Smith Barney (Bonds).....		1,074,980	1,000,000	6,563	1
31339X-EY-6.....	Federal Home Loan Bank US\$ Cost = 1,499,063 2.500% 12/20/13.....	06/09/2003.....	NBC Capital Markets Group.....		1,499,063	1,500,000		1
31339X-KB-9.....	Federal Home Loan Bank US\$ Cost = 999,375 0.000% 06/26/13.....	06/06/2003.....	NBC Capital Markets Group.....		999,375	1,000,000		1
31339X-NW-0.....	Federal Home Loan Bank US\$ Cost = 1,000,000 0.000% 06/30/10.....	06/05/2003.....	NBC Capital Markets Group.....		1,000,000	1,000,000		1
31339X-QS-6.....	Federal Home Loan Bank US\$ Cost = 1,000,000 0.000% 06/30/10.....	06/05/2003.....	NBC Capital Markets Group.....		1,000,000	1,000,000		1
3133MX-4J-5.....	Federal Home Loan Bank US\$ Cost = 996,250 3.000% 09/27/11.....	03/25/2003.....	Legg Mason.....		996,250	1,000,000		1
3133MX-6D-6.....	Federal Home Loan Bank US\$ Cost = 998,750 3.000% 09/27/11.....	03/25/2003.....	NBC Capital Markets Group.....		998,750	1,000,000		1
3133MX-XT-1.....	Federal Home Loan Bank US\$ Cost = 993,750 3.000% 04/30/13.....	04/03/2003.....	NBC Capital Markets Group.....		993,750	1,000,000		1
437076-AJ-1.....	Home Depot Inc. US\$ Cost = 1,086,950 5.375% 04/01/06.....	04/08/2003.....	Salomon Smith Barney (Bonds).....		1,086,950	1,000,000	1,493	1
617446-HW-2.....	Morgan Stanley Dean Witter Di US\$ Cost = 1,000,760 3.625% 04/01/08.....	04/03/2003.....	Legg Mason.....		1,000,760	1,000,000	3,222	1
63536S-AA-7.....	Natl City Bank of Indiana US\$ Cost = 973,960 4.250% 07/01/18.....	06/19/2003.....	Legg Mason.....		973,960	1,000,000	590	1PE
Total United States					14,785,018	14,500,000	33,621	XXX
4599999 - Total - Bonds - Industrial, Misc.					14,785,018	14,500,000	33,621	XXX
6099997 - Total - Bonds - Part 3					20,936,691	20,500,000	51,382	XXX
6099999 - Total - Bonds					20,936,691	20,500,000	51,382	XXX
6599999 - Total - Preferred Stocks					0	XXX	0	XXX
7099999 - Total - Common Stocks					0	XXX	0	XXX
7199999 - Total - Preferred and Common Stocks					0	XXX	0	XXX
7299999 - Totals					20,936,691	XXX	51,382	XXX

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues

STATEMENT AS OF JUNE 30, 2003 OF THE John Deere Health Plan, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
BONDS																
US Governments																
United States																
312924-SQ-7	Freddie Mac US\$ Cost = 521,950 4.330% 11/13/06	06/09/2003	NBC Capital Markets Group		525,590	520,000	521,950	520,842	(443)			5,191	5,191	12,947		1
312924-UC-5	Freddie Mac US\$ Cost = 497,500 5.000% 11/29/16	05/16/2003	Call 100.0000		500,000	500,000	497,500	497,603	57			2,340	2,340	11,887		1
31359M-PX-5	Fannie Mae US\$ Cost = 500,000 2.345% 11/26/04	05/27/2003	Call 100.0000		500,000	500,000	500,000	500,000					0	5,895		1
3136F2-PU-6	Fannie Mae US\$ Cost = 1,000,000 4.000% 11/05/07	06/05/2003	NBC Capital Markets Group		1,009,500	1,000,000	1,000,000	1,000,000				9,500	9,500	23,444		1
36217L-FH-4	GNMA Pool #0196468 US\$ Cost = 4,341 10.000% 11/15/04	06/01/2003	Paydown		4,204	4,204	4,341	4,213	(9)				0	70		1
36218S-SV-3	GNMA Pool #0231032 US\$ Cost = 152 9.000% 07/15/17	06/01/2003	Paydown		153	153	152	152	1				0	2		1
36220E-5X-1	GNMA Pool #0276362 US\$ Cost = 1,125 9.500% 09/15/04	06/01/2003	Paydown		1,097	1,097	1,125	1,101	(4)				0	17		1
36220N-VU-8	GNMA Pool #0283327 US\$ Cost = 5,163 9.000% 12/15/19	06/01/2003	Paydown		5,160	5,160	5,163	5,161	(1)				0	93		1
36220Y-KL-6	GNMA Pool #0291999 US\$ Cost = 1,323 9.000% 10/15/05	06/01/2003	Paydown		1,319	1,319	1,323	1,317	2				0	20		1
Total United States					2,547,024	2,531,934	2,531,554	2,530,389	(396)	0	0	17,031	17,031	54,376	XXX	XXX
0399999 - Bonds - U.S. Governments					2,547,024	2,531,934	2,531,554	2,530,389	(396)	0	0	17,031	17,031	54,376	XXX	XXX
Special Revenue & Assessment																
United States																
312911-T8-3	FHLMC 1369- H US\$ Cost = 148,988 6.500% 09/15/07	06/01/2003	Paydown		154,392	154,392	148,988	152,739	1,653				0	1,687		1PE
312912-KD-9	FHLMC 1385-H US\$ Cost = 121,138 6.500% 08/15/07	06/01/2003	Paydown		123,301	123,301	121,138	122,224	1,077				0	1,384		1PE
312912-SJ-8	FHLMC 1393-EB US\$ Cost = 285,363 6.500% 12/15/06	05/01/2003	Paydown		290,909	290,909	285,363	288,789	2,119				0	2,115		1
312913-4Q-6	FHLMC 1449 H US\$ Cost = 115,244 7.000% 12/15/07	06/01/2003	Paydown		116,888	116,888	115,244	115,928	960				0	1,426		1PE
312914-H8-0	FHLMC 1480-LE US\$ Cost = 95,857 6.500% 07/15/08	06/01/2003	Paydown		95,247	95,247	95,857	95,492	(245)				0	1,548		1PE
312914-M6-8	FHLMC 1477 G US\$ Cost = 16,092 7.000% 02/15/21	04/01/2003	Paydown		16,173	16,173	16,092	16,116	57				0	94		1
312915-DN-8	FHLMC 1490- PH US\$ Cost = 131,625 6.250% 04/15/08	06/01/2003	Paydown		133,396	133,396	131,625	132,358	1,038				0	1,376		1PE
31331L-XW-3	Federal Farm Credit Bank US\$ Cost = 992,410 3.875% 12/15/04	06/09/2003	NBC Capital Markets Group		1,039,400	1,000,000	992,410	994,943	1,114			43,343	43,343	18,837		1
3133MJ-X4-7	Federal Home Loan Bank US\$ Cost = 962,980 3.625% 11/15/05	06/06/2003	NBC Capital Markets Group		1,047,590	1,000,000	962,980	971,923	4,062			71,604	71,604	20,542		1
3133MK-GJ-0	Federal Home Loan Bank US\$ Cost = 993,990 3.875% 12/15/04	06/05/2003	NBC Capital Markets Group		1,039,060	1,000,000	993,990	995,983	860			42,217	42,217	18,406		1
3133T3-TB-4	FHLMC 1658 GB US\$ Cost = 122,379 7.000% 08/15/05	06/01/2003	Paydown		117,355	117,355	122,379	120,805	(3,450)				0	1,372		1PE
3133T4-BX-3	FHLMC-GNMA 1687 J US\$ Cost = 272,599 6.500% 02/15/09	06/01/2003	Paydown		279,768	279,768	272,599	276,415	3,353				0	3,072		1
3133T6-QQ-7	FHLMC 1808-A US\$ Cost = 82,260 5.000% 10/15/07	06/01/2003	Paydown		87,663	87,663	82,260	83,933	3,730				0	743		1PE
3133TC-DZ-8	FHLMC 2013 PA US\$ Cost = 209,150 5.500% 09/15/11	06/01/2003	Paydown		214,170	214,170	209,150	212,141	2,029				0	2,004		1PE
3133TE-B5-2	FHLMC 2063-PE US\$ Cost = 210,144 5.750% 07/15/26	06/01/2003	Paydown		215,878	215,878	210,144	210,786	5,092				0	3,014		1PE
3133TR-5M-3	FHLMC 2280-VA US\$ Cost = 25,935 6.000% 06/15/07	06/01/2003	Paydown		25,469	25,469	25,935	25,823	(354)				0	255		1PE

SCHEDULE D - PART 4

[illegible]

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule E - Part 1

NONE